H-4908.1			

## SUBSTITUTE HOUSE BILL 3003

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State of Washington 59th Legislature 2006 Regular Session

By House Committee on Commerce & Labor (originally sponsored by Representatives Conway, Wallace, Jarrett, Wood, Hankins, Murray, Haler, Ormsby, Morrell, Strow, McCoy, Upthegrove, Chase, Simpson, Appleton, Sells, Dickerson, Hasegawa, Kenney and Hudgins; by request of Department of Transportation)

READ FIRST TIME 02/03/06.

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- AN ACT Relating to apprenticeship utilization requirements for department of transportation public works projects; amending RCW
- 3 39.04.300 and 39.04.320; and adding a new section to chapter 39.04 RCW.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 39.04.300 and 2005 c 3 s 1 are each amended to read as 6 follows:

A well-trained construction trades work force is critical to the ability of the state of Washington to construct public works. Studies of the state's work force highlight population trends that, without a concerted effort to offset them, will lead to an inadequate supply of skilled workers in the construction industry. State government The efficient and economical regularly constructs public works. construction of public works projects will be harmed if there is not an ample supply of trained construction workers. Apprenticeship training are particularly effective in providing training experience to individuals seeking to enter or advance in the work By providing for apprenticeship utilization on public works projects, state government can create opportunities for training and experience that will help assure that a trained work force will be

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- 1 available, including returning veterans, in sufficient numbers in the
- 2 future for the construction of public works. Furthermore, the state of
- 3 Washington hereby establishes its intent to assist returning veterans
- 4 through programs such as the "helmets to hardhats" program, which is
- 5 <u>administered</u> by the center for military recruitment, assessment, and
- 6 <u>veterans employment</u>. It is the state's intent to assist returning
- 7 <u>veterans with apprenticeship placement career opportunities, in order</u>
- 8 to expedite the transition from military service to the construction
- 9 work force.
- 10 **Sec. 2.** RCW 39.04.320 and 2005 c 3 s 3 are each amended to read as 11 follows:
- 12 (1)(a) Except as provided in (b) of this subsection, from January
- 13 1, 2005, and thereafter, for all public works estimated to cost one
- 14 million dollars or more, all specifications shall require that no less
- 15 than fifteen percent of the labor hours be performed by apprentices.
- 16 (b)(i) This section does not apply to contracts advertised for bid
- 17 before July 1, 2007, for any public works by the department of
- 18 transportation.
- 19 (ii) For contracts advertised for bid on or after July 1, 2007, and
- 20 before July 1, 2008, for all public works by the department of
- 21 <u>transportation estimated to cost two million dollars or more, all</u>
- 22 <u>specifications shall require that no less than ten percent of the labor</u>
- hours be performed by apprentices.
- 24 (iii) For contracts advertised for bid on or after July 1, 2008,
- 25 and before July 1, 2009, for all public works by the department of
- 26 <u>transportation estimated to cost two million dollars or more, all</u>
- 27 specifications shall require that no less than twelve percent of the
- labor hours be performed by apprentices.
- 29 (iv) For contracts advertised for bid on or after July 1, 2009, for
- 30 <u>all public works by the department of transportation estimated to cost</u>
- 31 one million dollars or more, all specifications shall require that no
- 32 <u>less than fifteen percent of the labor hours be performed by</u>
- 33 <u>apprentices</u>.
- 34 (2) Awarding agency directors may adjust the requirements of this
- 35 section for a specific project for the following reasons:
- 36 (a) The demonstrated lack of availability of apprentices in

37 specific geographic areas;

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- 1 (b) A disproportionately high ratio of material costs to labor 2 hours, which does not make feasible the required minimum levels of 3 apprentice participation;
  - (c) Participating contractors have demonstrated a good faith effort to comply with the requirements of  $((\frac{\text{chapter 3, Laws of 2005}}))$  RCW 39.04.300 and 39.04.310 and this section; or
  - (d) Other criteria the awarding agency director deems appropriate, which are subject to review by the office of the governor.
  - (3) This section applies only to public works contracts awarded by the state. However, this section does not apply to contracts awarded by state four-year institutions of higher education( $(\tau)$ ) or state agencies headed by a separately elected public official( $(\tau)$ ) or the department of transportation)).
  - (4)(a) The department of general administration must provide information and technical assistance to affected agencies and collect the following data from affected agencies for each project covered by this section:
    - (i) The name of each apprentice and apprentice registration number;
    - (ii) The name of each project;

- 20 (iii) The dollar value of each project;
  - (iv) The date of the contractor's notice to proceed;
- (v) The number of apprentices and labor hours worked by them, categorized by trade or craft;
  - (vi) The number of journey level workers and labor hours worked by them, categorized by trade or craft; and
  - (vii) The number, type, and rationale for the exceptions granted under subsection (2) of this section.
  - (b) The department of labor and industries shall assist the department of general administration in providing information and technical assistance.
  - apprenticeship utilization advisory committee, which shall consist of equal numbers of representatives of contractors and labor. The advisory committee shall meet regularly with the secretary of transportation to discuss implementation of this section by the department of transportation, including development of the process to be used to adjust the requirements of this section for a specific project.

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(6) At the request of the senate labor, commerce, research and development committee, the house of representatives commerce and labor committee, or their successor committees, and the governor, the department of general administration and the department of labor and industries shall compile and summarize the agency data and provide a joint report to both committees. The report shall include recommendations on modifications or improvements to the apprentice utilization program and information on skill shortages in each trade or craft.

NEW SECTION. Sec. 3. A new section is added to chapter 39.04 RCW to read as follows:

The Washington state apprenticeship and training council shall lead and coordinate an outreach effort to educate returning veterans about apprenticeship and career opportunities in the construction industry. The outreach effort shall include information about the "helmets to hardhats" program and other paths for making the transition from military service to the construction work force. The outreach effort shall be developed and coordinated with apprenticeship programs, other state agencies involved in work force training, and representatives of contractors and labor.

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